



Regal Investment Fund (ASX: RF1)

JUNE 2022

The Regal Investment Fund Net Asset Value ("NAV") decreased by -13.1% to \$3.17 in June. Please be advised that this NAV includes the estimated distribution of \$0.24 per unit. Please be advised that if you were not an investor in RF1 on the Record Date of 1 July 2022, you will not be entitled to the distribution. For the 12 months to 30 June 2022, the Fund has delivered -4.0% performance, net of fees.¹

Global equity markets sold off heavily in June as the combination of rising inflation pressure, aggressive interest rate hikes and increasing recession fears weighed heavily on global investor sentiment. Following a soft first quarter of performance, US equities experienced an equally disappointing second quarter, culminating in the NASDAQ Composite generating its worst quarterly performance since 2008, while the S&P 500 recorded its weakest first-half performance period since 1962. Tightening monetary conditions and the prospect of slower economic growth also impacted global fixed income markets, while a number of key commodity markets also experienced significant declines. After leading global asset class returns for 2022, commodities reversed their price momentum in June with sharp declines recorded in copper (-11.1%), nickel (-16.2%) and Brent oil (-7.8%). Australian equities underperformed global peers, the ASX 200 Accumulation Index declining -8.9% for the month while the Small Ordinaries Accumulation Index declined -13.1%. Unsurprisingly, mining and energy equities led declines, with the ASX 200 Resources Index falling -10.6%, while the ASX Small Resources Index retreated -22.1%.

The Regal Investment Fund's challenging month of performance in June was led primarily by an overweight exposure to the Resources sector and broader weakness across smaller capitalised stocks. The Fund's overweight to Resources has been a strong driver of performance in recent months and, while generating disappointing investment returns in June, we continue to retain a high conviction in the outlook for a number of key commodities, driven by highly attractive supply/demand fundamentals that continue to remain intact. While heightened volatility in the short term is never pleasant, such broad-based, sentiment-driven declines can often produce attractive opportunities for the patient investor and we continue to remain positive on the outlook for the sector coming into the second half of 2022. The Small Companies strategy was the largest detractor to returns in June, led by declines across a number of smaller cap resources exposures, including Australian gold producer Red 5 (-35%), copper-gold producer OZ Minerals (-26%) and gold explorer De Grey Mining (-29%). The Long Short Health Care Strategy was a positive contributor, led by long positions in Chinese drug developer WuXi Biologics (+24%) and positive contributions from short positions across Hong Kong, Australia and Korea.

Please note, Equity Trustees has advised an estimated distribution for the half-year to 30 June 2022 of \$0.24 per unit. Details of this distribution, timing of payments and DRP details can be found [here](#).

RF1 SUMMARY DATA (as at 30 June 2022)

RF1 Unit Price	\$2.84
RF1 NAV (cum-distribution)	\$3.17

¹ Past performance is not a reliable indicator of future performance.

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	1 YR %	2 YRS %P.A	INCEPTION %P.A.
Regal Investment Fund	-13.05	-16.02	-16.64	-3.99	25.01	22.23

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Net return on RF1 assets after fees, and costs.

KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$3.17
ASX Code	RF1	RF1 NAV	A\$545m
Structure	Listed Investment Trust	Units on Issue	172,252,302 units
Listing Date	17 June 2019	Distribution Frequency	Semi-annual
Management Fee	1.5% (plus GST)	Responsible Entity	Equity Trustees Limited
Performance Fee	20% above RBA Cash Rate	Investment Manager	Regal Funds Management Pty Ltd
High Water Mark	Yes	Fund Administrator	HSBC

CONTACT INFORMATION

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RF1 FUND PERFORMANCE

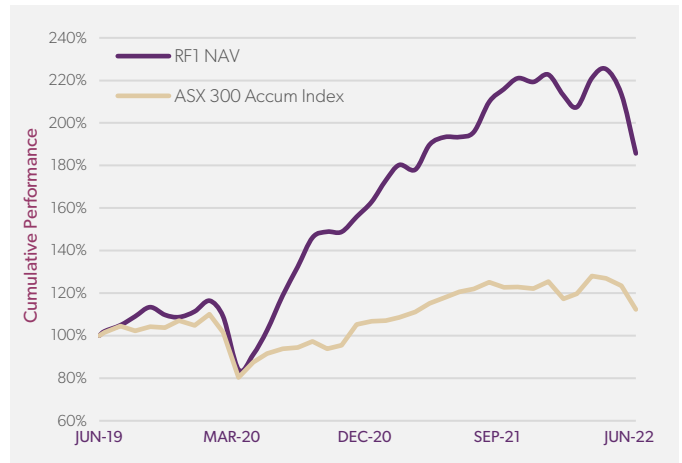


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	-10.97%	37.17%	24.07%
Long Short Equity Strategy	-12.96%	-0.06%	12.61%
Small Companies Strategy	-41.08%	-53.80%	4.24%
Emerging Companies Strategy	-5.11%	2.23%	48.24%
Global Alpha Strategy	-12.92%	41.19%	78.32%
Long Short Health Care Strategy	2.62%	8.94%	10.13%
TOTAL RF1 (NET)	-13.05%	-3.99%	22.23%

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Underlying strategy performance expressed exclusive of fees and costs. Total RF1 performance expressed net of fees and costs.



STRATEGY

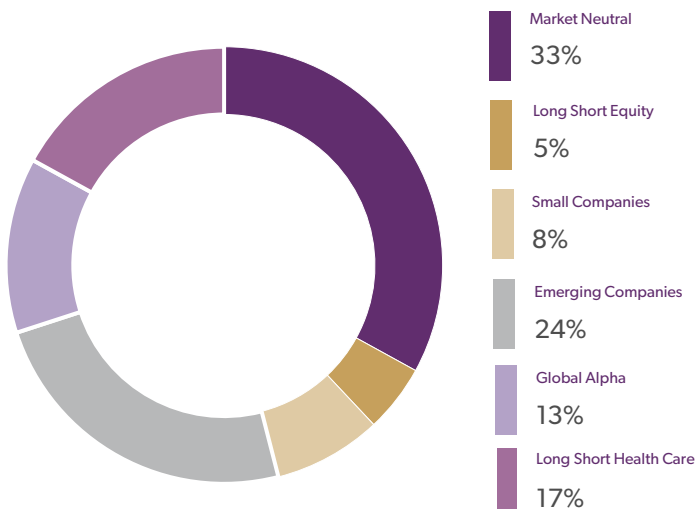
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk-adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's ("Regal" or the "Manager") investment philosophy is grounded in the belief that a diversified portfolio of assets, using a range of investment strategies and backed by long-term capital, is key to achieving superior risk-adjusted returns over the long-term.

The RF1 portfolio is constructed by the Manager using multiple investment strategies managed by it. The Manager may adjust the Portfolio's strategy allocations depending on prevailing market conditions or other factors it considers relevant at the time in order to achieve RF1's investment objectives.

The current exposure ranges for the Strategies are below:¹

MARKET NEUTRAL	LONG SHORT EQUITY	SMALL COMPANIES	EMERGING COMPANIES ²	GLOBAL ALPHA	LONG SHORT HEALTHCARE
0% - 50%	0% - 25%	0% - 25%	0% - 25%	0% - 25%	0% - 25%

CURRENT EXPOSURE BY STRATEGY (NAV)



FUND ADVISOR PROFILE

Regal is RF1's investment manager. Regal was founded in 2004 and has specialised in alternative investment strategies with a primary focus on long/short investment strategies.

Regal has a team of approximately 47 people, including approximately 25 investment management professionals across a number of investment strategies.

Regal's investment team have, on average, over 10 years' experience in financial markets both in Australia and overseas. Regal has experience on the buy and sell side, fundamental investing, sales and research, long-side and hedge fund investing, as well as investment banking and capital markets.

BALANCE SHEET EXPOSURES (% OF NAV)

SECTOR	LONG	SHORT	NET	GROSS
Communication Services	7	-6	1	13
Consumer Discretionary	10	-15	-6	25
Consumer Staples	6	-4	2	11
Diversified	3	0	3	3
Energy	22	-3	19	25
Financials	22	-7	15	29
Health Care	34	-18	15	52
Industrials	16	-7	10	23
Information Technology	24	-14	10	39
Materials	36	-18	18	55
Real Estate	11	-6	5	18
Utilities	2	-1	1	3
Total	193	-101	92	295

REGION	LONG	SHORT	NET	GROSS
Asia	21	-9	12	30
Australia/NZ	159	-57	102	216
EMEA	6	-4	1	10
Americas	8	-30	-22	39
Total	193	-101	92	295

FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2022	-4.34	-2.63	6.57	1.93	-5.24	-13.05							-16.64
2021	6.16	4.22	-1.22	6.65	1.83	0.02	1.21	7.27	2.86	2.39	-0.79	1.57	36.72
2020	4.57	-6.38	-22.97	8.48	12.64	15.81	11.35	10.49	1.82	-0.02	4.77	4.49	46.31
2019	n/a	n/a	n/a	n/a	n/a	2.06	2.82	3.91	4.00	-3.22	-0.93	2.41	11.36

Past performance is not a reliable indicator of future performance. Performance figures are net of fees and costs and assume reinvestment of income.

A copy of the PDS is available at www.regalfm.com/RF1

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¹ Ranges permitted by the Investment Guidelines. The Fund portfolio will be constructed using multiple Regal Investment Strategies and these Strategies are not necessarily limited to the current Investment Strategies.

² Applicable at the time of investment

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 30 June 2022.